

Recommendation for Council Action (Purchasing)

Austin City Council		Item ID:	69162	Agenda Number	17.				
Meeting Date:	April 20, 2017								
Department:	Purchasing								

Subject

Authorize award and execution of a 24-month contract with TECHLINE, INC., to provide precast concrete manholes, in an estimated amount of \$718,470, with three 12-month extension options in an estimated amount of \$359,235 per extension option, for a total contract amount not to exceed \$1,796,175.

Amount and Source of Funding

Funding in the amount of \$179,618 is available in the Fiscal Year 2016-2017 Operating Budget of Austin Energy. Funding for the remaining 18 months of the original contract period and extension options are contingent upon available funding in future budgets.

Fiscal Note						
A fiscal note is not required.						
Purchasing Language:	The Purchasing Office issued an Invitation for Bids (IFB) DNJ0132 for these goods and services on October 24, 2016 and it closed on November 29, 2016 with one offer received. The recommended offer is the sole offer submitted by a responsible offeror. Additional information on the solicitation is included below the line. The recommended offeror is the current provider for these goods and services.					
Prior Council Action:						
For More Information:	Darralyn N. Johnson, Buyer II, 512-505-7293					
Boards and Commission Action:	March 20, 2017 - Recommended by the Electric Utility Commission on a 6-0 vote, with Chair Hadden and Commissioner Biedrzycki absent, and with three vacancies.					
Related Items:						
MBE / WBE:	This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9D Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods and services required for this solicitation, there were insufficient					

subcontracting opportunities; therefore, no subcontracting goals were established.

Additional Backup Information

The contract is for the purchase of various sizes and types of precast concrete manholes for Austin Energy to be purchased on an as-needed basis. A manhole is a subsurface enclosure through which personnel may safely access certain spaces for the purpose of installing, operating, and maintaining electrical equipment and cable. The manholes will be used for both new construction and maintenance of Austin Energy's underground distribution and communication systems.

The current contract expires on May 11, 2017. The authorization for the current contract is \$230,865 per year and the average annual spend is \$111,134. The requested authorization for the new contract is based on an anticipated increase in substation installations to serve projected growth in residential subdivision developments and of commercial properties.

BID TABULATION

IFB DNJ0132 Precast Concrete Manholes 21 line items

<u>Vendor</u> <u>Total Annual Bid</u>

Techline, Inc. \$359,235

A complete solicitation package, including a bid tabulation, is on file in the City's Purchasing Office and is available on the City's Financial Services Austin Finance Online website. Link: Solicitation Documents

TECHLINE, INC.									
	# months	Contract Amount		Contract Amendment	Revised Amount				
Original Term	24	\$	718,470	n/a	n/a				
Extension Option 1	12	\$	359,235	n/a	n/a				
Extension Option 2	12	\$	359,235	n/a	n/a				
Extension Option 3	12	\$	359,235	n/a	n/a				
TOTAL	60	\$	1,796,175	\$ -	\$ -				